

PSC NO: 12 GAS  
COMPANY: THE BROOKLYN UNION GAS COMPANY  
INITIAL EFFECTIVE DATE: 01/01/17  
STAMPS: Issued in compliance with Order in Case 16-G-0059 dated December 16, 2016

LEAF: 79.6.1  
REVISION: 2  
SUPERSEDING REVISION: 0

GENERAL INFORMATION - Continued

- B. The SPA per therm rate is calculated by dividing: (1) the Total SPA Amount determined above adjusted for simple interest at the Commission's other customer capital rate by; (2) the projected annual sales of the SC Nos. 1A, 1AR, 1B, 1BI, 1BR, 1B-DG, 2, 3, 4A, 4A-CNG, 4B, 7 and 21 sales customers and SC No. 17 transportation customers
1. Effective for the 12-month period starting January 1, 2015 and each subsequent 12-month period starting January 1st thereafter, the SPA per therm rate is set forth on the: (1) Statement of Monthly Cost of Gas and Adjustments and (2) Statement of Transportation Adjustment Charges.
- C. Recoveries of the SPA per therm rate will be reconciled initially for the 12-month period ending December 31, 2015 and each subsequent 12-month period ending December 31st thereafter.
1. The SPA Annual Reconciliation Adjustment per therm rate will be determined by dividing the SPA Annual Reconciliation Adjustment (adjusted for simple interest at the Commission's other customer capital rate) by the projected annual sales of the SC Nos. 1A, 1AR, 1B, 1BI, 1BR, 1B-DG, 2, 3, 4A, 4A-CNG, 4B 7 and 21 sales customers and SC No. 17 transportation customers.
  2. The SPA Annual Reconciliation Adjustment per therm rate will take effect initially for the 12-month period starting January 1, 2017 and each subsequent 12-month period starting January 1<sup>st</sup> thereafter to refund any over recoveries or recover any under recoveries of the SPA per therm rate. The SPA Annual Reconciliation Adjustment per therm rate will be added to the SPA per therm rate in effect at that time.
- D. Inactive Accounts Adjustment
- Beginning September 1, 2017, KEDNY will remove from the LAUF calculation an estimate of gas usage associated with meters that have been "inactive" for more than 90 days. Inactive meters are those that are not associated with an active customer account.

Issued by: Kenneth D. Daly, President, Brooklyn, New York